2021 Legislative Update

February 4, 2021

Ryan Starks GOED Managing Director





# About GOED's Office of Rural Development











## About GOED's Office of Rural Development

- · We manage several rural programs and partnerships, including:
  - Rural Co-working and Innovation Center (RCIC) Grant
  - Rural Economic Development Incentive (REDI)
  - Enterprise Zone Tax Credits
  - Targeted Business Tax Credit (TBC)
  - Rural County Grant Program
  - Utah Rural Jobs Program
  - Main Street Pilot Committee
  - Utah Broadband Center



# About GOED's Office of Rural Development













## About GOED's Office of Rural Development





\$16.78 million granted to Rural Utah in 2020

64% of UORG projects have been located in Rural Counties (70% in 2020)

- 213 Total Projects (59 projects in 2020)
- 136 Rural (41 projects in 2020)
- 77 Urban (18 projects in 2020)

60% of UORG funds have been invested in Rural counties (64% in 2020)

- Total Awarded Statewide: \$16,282,309 (\$6,031,396 in 2020)
- Total Rural Funding: \$9,773,135 (\$3,899,861 in 2020)
- Total Urban Funding: \$6,439,179 (\$2,131,540 in 2020)





of new business

TECHNICAL ASSISTANCE

Contracting Assistance

Six regional offices located in Rural Utah-responsible for millions of dollars

Powered by the Utah Governor's Office of Economic Development

Emery Animal Health, Castle Dale, Emery County - received a SBIR Phase I award from the USDA for \$100,000 to develop a diagnostic tool to help veterinarians and cattle producers improve bull breeding management.



# About GOED's Office of Rural Development

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RECREATION

UTAH OUTDOOR RECREATION GRANT

HAH

ELEVATED

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#### Rural Co-working Innovation Center (RCIC)

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Rural Economic Development Incentive (REDI) Rural Co-working Innovation Center (RCIC)

#### Rural Economic Development Incentive (REDI) Grant

- Rural Co-working Innovation Center
- FY2020 number of husinesses that have applied: 21ry
  Wasatch Front companies: 5
  Resulting in high-paying rural Utah jobs: 35+

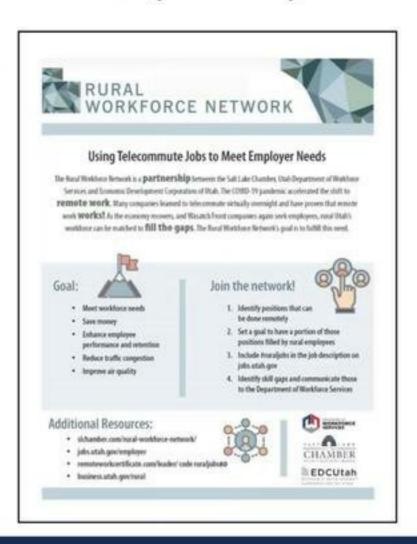
  - received an additional \$500k for this
- FY2021 to date 2/1/24 number of business that have applied: 14
  - Wasatch Front companies: 2
  - Projected jobs: 107



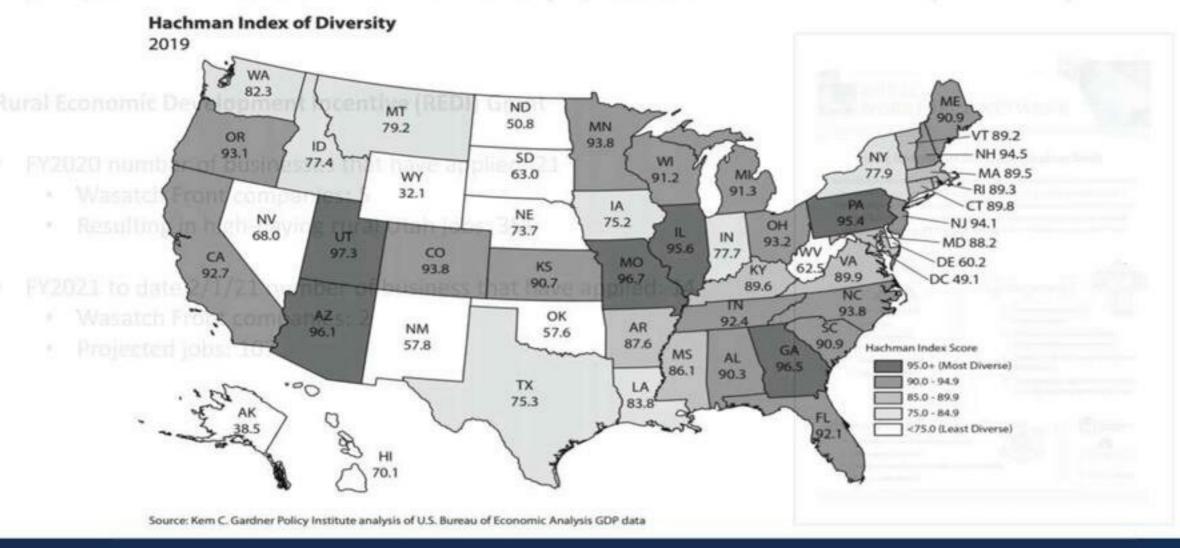
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#### Utah: Most Diverse State Centive (REDI)







#### Utah's Recovery Is Nation-Leading But K-Shaped

#### Promising Recovery

- -0.2% year-over job loss (2<sup>nd</sup> in the U.S.)
- 4.3% unemployment (5th)
- 9.1% year-over growth in statewide taxable sales (compared to 7.2%)

#### Disproportionate Gains

- Retail and wholesale trade, professional and technical services, construction and finance sectors experiencing robust growth
- Arts, entertainment and recreation, food and accommodation, and administrative services experiencing significant loss



#### Overview

In the wake of the COVID-19 pandemic, Utah faced unprecedented economic challenges to support local businesses and residents' livelihoods.

In 2020, GOED managed 11 separate Legislature-allocated programs and initiatives using federal CARES Act funds that infused more than \$173,589,765 into the local economy.



#### GOED Administered CARES Act Programs

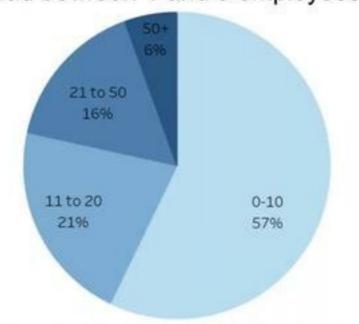
Grant	Number of Contracts	Funds Disbursed	
Shop In Utah	1,212	\$64,276,328	
Commercial Rental Assistance	2,025	\$20,135,751	
Utah Hospitals	48	\$20,000,000	
Learn & Work In Utah	164	\$16,500,000	
Tourism Recovery / Meet In Utah	58	\$13,500,000	
Small Business Bridge Loan	1,150	\$11,975,000	
Oil, Gas & Mining	42	\$5,000,000	
Live Events Industry	24	\$3,000,000	
Safe In Utah	674	\$2,719,258	
A Mask for Every Utahn	20	\$11,875,267	
In Utah Campaign	1	\$4,608,162	



#### Supporting Small Business

The majority of supported businesses had 10 or fewer employees.

33% Had between 1 and 5 employees



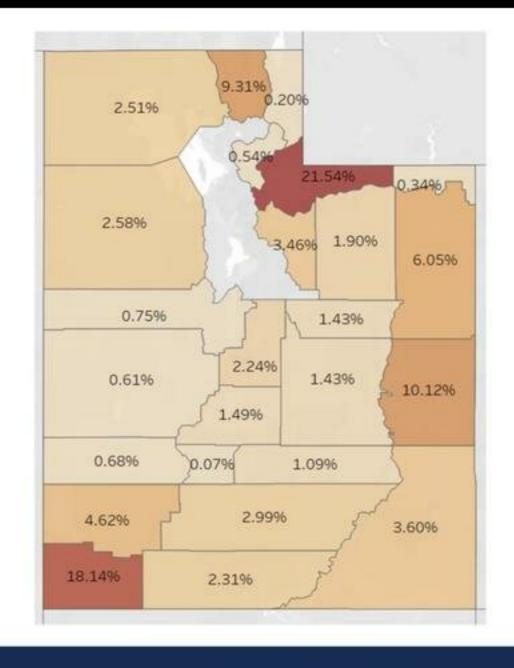
Size of recipient business by employee count



## Rural Recipients

27.3%
Awards in rural counties

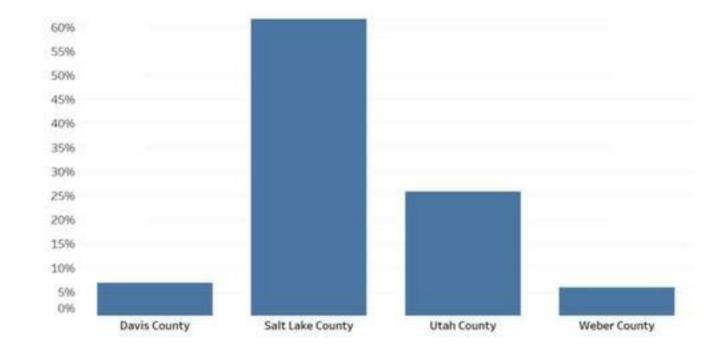
30.2% Funds in rural counties



## **Urban Recipients**

72.7%
Awards in urban counties

**69.8%** Funds in urban counties



Distribution of funds in urban counties



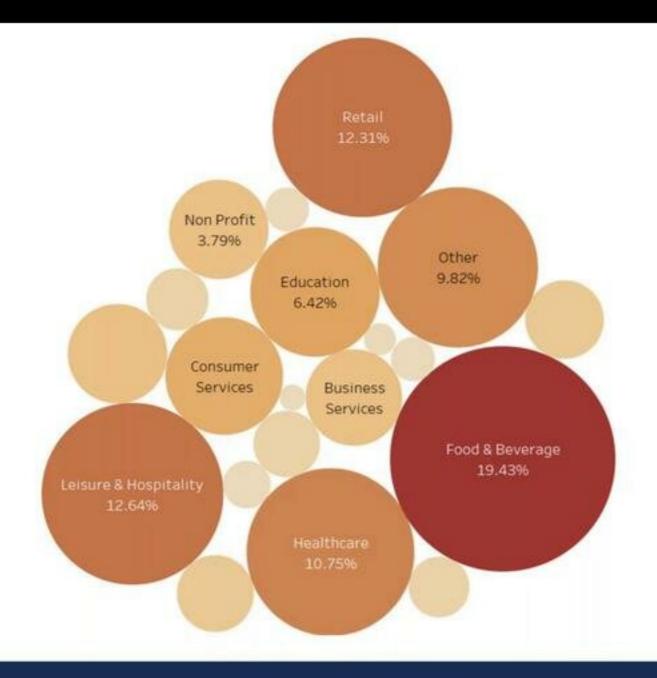
# Industry Support

19.4%

Awards in Food & Beverage industry

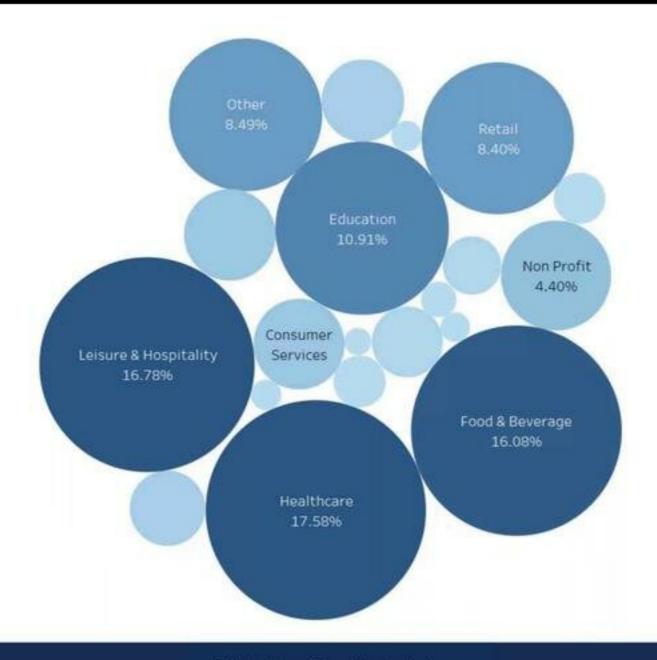
21.7%

Funds in Food & Beverage industry



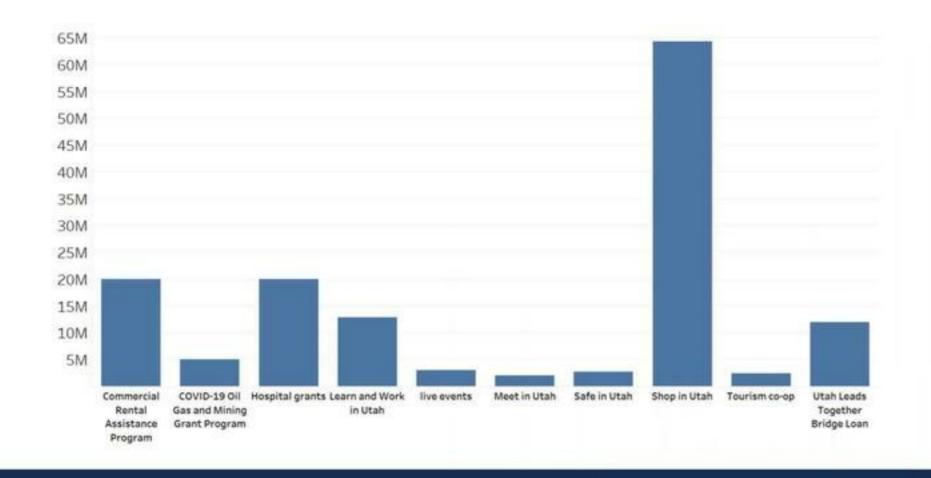


# Funds by Industry





# Distribution of Funds by Program





## Tourism Marketing & Recovery

The Utah Office of Tourism (UOT) allocated \$505,000 to national parks to provide assistance shuttling visitors to Zion National Park.

Forever Mighty





#### In Utah Outreach & Education

'In Utah' is an umbrella campaign for many COVID-19 pandemic response initiatives, supporting 'Healthy In Utah' and 'Learn & Work In Utah' (from H.B. 5010).

Several other legislative special session initiatives are named after the state's 'In Utah' campaign, including 'Shop In Utah,' 'Safe In Utah,' and 'Create In Utah.'

















#### A Mask for Every Utahn

From May to September, GOED managed 'A Mask for Every Utahn,' coordinating the state's purchase of 2.3 million face masks.

Utahns ordered 1.24 million masks on coronavirus.utah.gov, representing almost 280,000 households.







#### **Utah's Coronavirus Site**

The state maintains a COVID-19 information and resource hub at coronavirus.utah.gov. All the state resources and coronavirus data are included





## Gov. Cox's First 500 Days

- Rural matters
- Education opportunities for all
- Upgrade Utah agency consolidation
- Equity and opportunity
- State's COVID-19 response
- Economic development



#### 2021 Legislative Session

- Rural County Grant Program \$3.2 mil (one-time) \$4.25 mil (ongoing)
- Rural Economic Development Tax Increment Finance (EDTIF)
- Utah Broadband Center \$50 million and \$200k to staff center
- Rural Broadband Infrastructure Revolving Loan Fund \$69 million
- Main Street Program \$500k (ongoing)
- Regional Planning and Entrepreneurial Ecosystem (TBD)
- Utah Rural Leadership Academy \$116,000 (ongoing)



#### R

### 2021 Legislative Session



Main Street focuses on downtown revitalization and brings resources for both business development and preservation.

A bill is being drafted to establish & fund a statewide program, using the Main Street America approach used in the Pilot Program. Sponsored by Sen. Owens, the bill should be numbered & available next week.

#### The bill includes:

- Tiered approach that could provide assistance to the smallest – largest communities in Utah that want to focus on their historic downtowns.
- Funds would be used to support local efforts, placemaking grants, planning, training & technical assistance, façade grants and more.

#### Partners:

- GOED
- Brigham City
- Price City
- Dept. Heritage and Arts
- State Historic Preservation Office
- UDOT
- DWS Community Dev. Office
- Utah Office of Tourism
- SEUALG
- BRAG
- Preservation Utah
- USDA



#### #RuralRocks

